# UNITED STATES INTERNATIONAL TRADE COMMISSION

Washington, DC 20436

# MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 111<sup>th</sup> Congress <sup>1</sup>

[Date approved: July 9, 2010]<sup>2</sup>

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Bill No. and sponsor: S. 2693 (Mr. Richard Burr of North Carolina).
Proponent name, location: BASF Corporation, Research Triangle Park, NC.
Other bills on product (111th Congress only): None.
Nature of bill: Temporary duty suspension through December 31, 2011.
Retroactive effect: None.
Suggested article description(s) for enactment (including appropriate HTS subheading(s)):
Methyl acrylate (CAS No. 96-33-3) (provided for in subheading 2916.12.50).
Check one: X Same as that in bill as introduced.  Different from that in bill as introduced (see Technical comments section)
Product information, including uses/applications and source(s) of imports:

The subject product is a synthetic organic building block chemical that is used in the production of various polymers. The product is also used as a feedstock for producing a wide variety of organic and inorganic compounds. The product is imported from Mexico,<sup>4</sup> China, Belgium, France, and Germany.

Industry analyst preparing report: Eric Land (202-205-3349); Tariff Affairs contact: Dave Michels (202-205-3440).

<sup>&</sup>lt;sup>2</sup> Access to an electronic copy of this memorandum is available at <a href="http://www.usitc.gov/tariff">http://www.usitc.gov/tariff</a> affairs/congress reports/.

<sup>&</sup>lt;sup>3</sup> The sponsor/proponent did not identify any additional beneficiaries of this bill.

<sup>&</sup>lt;sup>4</sup> Imports of the subject product from Mexico are eligible for duty-free treatment under the North American Free Trade Agreement.

## Estimated effect on customs revenue for the subject product classifiable in HTS subheading 2916.12.50:

$\bigg \backslash \! \bigg \backslash$	2010	2011	2012	2013	2014
Col. 1-General rate of duty	3.7%	3.7%	3.7%	3.7%	3.7%
Estimated value dutiable imports <sup>a</sup>	\$39,000,000	\$39,000,000	\$39,000,000	\$39,000,000	\$39,000,000
Customs revenue loss b	\$1,443,000	\$1,443,000	\$1,443,000	\$1,443,000	\$1,443,000

<sup>&</sup>lt;u>a</u>/ Dutiable import estimates were based on official U.S. Government statistics and import estimates provided by industry sources.

### Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	Claim US makes same or competing	Submission attached?	Opposition noted?
		product(s)?		
			(Yes/No)	
BASF Corporation (Proponent) Gregory A. Thies, gregory.thies@basf.com	02/01/2010	No	No	No
Bayer Corp. Karen Niedermeyer, karen.niedermeyer.b@bayer.com	02/24/2010	No	No	No
CIBA Corporation Michelle Forte, Michelle.forte@cibasc.com	02/24/2010	No	No	No
Clariant Corporation Andrew Zamoyski, az@azamoyski.com	02/24/2010	No	No	No
DuPont Elaine Olsen, Elaine.m.olsen@usa.dupont.com	02/24/2010	No	No	No
FMC Corp. Jerry Prout, jerry_prout@fmc.com	02/24/2010	No	No	No
Huntsman International John Deming, johndeming@aol.com	02/24/2010	No	No	No
IFF John Helm, john.helm@iff.com	02/24/2010	No	No	No
LANXESS Jamie Schaeffer, Jamie.Schaeffer@Lanxess.com	02/24/2010	No	No	No
Syngenta Crop Protection, Inc.  Mike Blythe, mike.blythe@syngenta.com	02/24/2010	No	No	No

 $<sup>\</sup>underline{b}$ / At the request of Congress, customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ.

**Technical comments:** None.

The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.



#### 111TH CONGRESS 1ST SESSION

# S. 2693

To suspend temporarily the duty on Methyl acrylate.

### IN THE SENATE OF THE UNITED STATES

NOVEMBER 2, 2009

Mr. Burr introduced the following bill; which was read twice and referred to the Committee on Finance

# A BILL

To suspend temporarily the duty on Methyl acrylate.

- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. METHYL ACRYLATE.
- 4 (a) IN GENERAL.—Subchapter II of chapter 99 of
- 5 the Harmonized Tariff Schedule of the United States is
- 6 amended by inserting in numerical sequence the following
- 7 new heading:

"	9902.01.00	Methyl acrylate (CAS No. 96–33–3) (provided for in					
		, 4	Free	No change	No change	On or before 12/31/2011	,,,

8 (b) Effective Date.—The amendment made by

9 subsection (a) applies to goods entered, or withdrawn from

- 1 warehouse for consumption, on or after the 15th day after
- 2 the date of the enactment of this Act.

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